(iii) Government will guarantee issue of bonds by HMT to raise Rs. 469 crores for funding VRS for retiring 6493 employees within 2 years, that is, by 31.03.2002. Interest subsidy of 50% will be provided on the aforesaid amount and guarantee fee waived.

(iv) The Machine Tool and Watch Group would be converted into subsidiaries by 31.12.2000. These subsidiaries would be disinvested in upto 74%. Subsidiarisation of and disinvestment in the Tractor Division would also be undertaken on a time-bound basis.

(v) Watch Factory, Srinagar would be constituted as a subsidiary be provided , for a period of three years, annual budgetary support as grant-in-aid to meet actual wages and salary outgo as per audited accounts in respect of employees posted at Srinagar. The total salary and wage bill for the year 2000-01 has been estimated as Rs. 9.85 crores.

(vi) Government will extend guarantee for a period of two years to the Company to avail of working capital loan for the Watch subsidiary from banks.

(vii) Rs. 15.10 crore will be given towards equity for incurring capital expenditure during 2000-01.

(b) Yes, Sir. Five loss making units, which are to be closed down are, Central Metal Forming Institute, Watch Case Unit, Lamp Factory, Food Processing Machinery Plant and Miniature Battery Unit.

(c) Rs. 469 crores are proposed to be spent on the voluntary retirement scheme.

**PSUs under the Department of Heavy Industries**

1600. SHRI RAJNATH SINGH 'SURYA*: Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

(a) how many PSUs are under the Department of Heavy-Industries;

(b) whether there is any proposal to bring them under disinvestment plan;

(c) if so, the names thereof;

(d) whether there is any proposal to arrange financial and technical help for making some of them viable; and

(e) if not, the reasons therefor?

THE MINISTER OF STATE IN THE MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (DR. VALLABHBHAI KATHIRIA): (a) and (c) Out of 48 Public Sector Undertaking under the administrative control of Department of Heavy Industry, 25 PSUs, as per list given in Statement-I, have been identified for JV formation by induction of partner(s) capable of providing technical, financial and marketing inputs, (see below) Decision is taken on case to case basis.

(d) and (c) Govt, has agreed to provide Rs. 637 crores by way of fresh cash infusion and financial restructuring of Rs. 2063 crores for revival schemes sanctioned by BIFR in case of 12 PUSs as per details given in the Statement-II. (See below) Besides, Govt, on its own have also approved restructuring plan in case of 6 PSUs namely Hindustan Cables Ltd. (HCL), Andrew Yule & Co. Ltd. (AY&CO), Nepa Ltd. (NEPA), Hindustan Paper Corporation Ltd. (HPC), Praga Tools Ltd. (PTL) and HMT Ltd.

**Statement-I**

**PSUs for Joint Venture**

1. Andre Yule & Company Limited (AYCL)
2. Bharat Heavy Plates and Vessels Ltd (BHPV)
3. Bharat Leather Corporation Ltd. (BLC)
4. Bharat Pumps & Compressors Ltd. (BPCL)
5. Bridge & Roof Company Limited (B&R)
6. Cement Corporaiton of India Ltd. (CCI)

7. Engineering Projects (India) Ltd. (EPI)

8. Hindustan Cables Ltd. (HCL)

9. HMT Ltd.

10. HMT (Bearings) Ltd.

11. Hindustan Paper Corporation Ltd. (HPC)

12. Hindustan Photo Films Manufacturing Company Ltd. (HPF)

13. Hindustan Salts Limited (HSL)

14. Instrumentation Limited (ILK)

15. "Lagan Jute Machinery Company Ltd. (LAGAN)

16. Ncpa Ltd. (NEPA)

17. National Industrial Development Corporation Ltd. (NIDC)

18. Praga Tools Ltd. (PTL)

19. Scooters India Ltd. (SIL)

20. Sambhar Salts Limited (SSL)

21. Tunghbhadra Steel Products Ltd. (TSPL)

22. Tyre Corporation of India Limited (TCIL)

23. Reyroll Burn Ltd. (RBL)

24. Jessop & Co. Limited (JESSOP)

25. Bharat Brakes & Valves Ltd. (BBVL)

* The Management of Legan Jute Machinery Company has been transferred to a private party in July, 2000.

**Statement-II**

Goi Inputs for Revival Plans Sanctioned by BIFR

| SI. No. | PSU | Date of sanction of scheme by BIFR | Fresh infusion of funds by Govt. | Funds released upto 31.3.2000 | Write-off by Govt. | Conversion of loan into equity/ debenture | Govt. guaran-tees agreed | Total financial commit-ment of Govt. |
|---|---|---|---|---|---|---|---|---|
| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 (4+6+7+8+) |
| 1. | Braithwaite & Co., Calcutta | Oct-96 | 26.68 | 26.68 | 84.85 | 59.61 | 35.00 | 206.14 |
| 2. | Bharat Brake & Valves Ltd., Calcutta | Jan-96 | 6.27 | 6.27 | 16.29 | 4.05 | 2.70 | 29.31 |
| 3. | Bharat Pumps & Compressors Ltd., Calcutta | Sep-95 | 15.75 | 15.75 | 53.91 | 26.78 | 56.09 | 152.53 |
| 4. | Triveni Structurals Ltd., Allahabad | Sep-95 | 29.22 | 29.22 | 30.48 | 9.78 | 48.26 | 117.74 |
| 5. | Richardson & Cruddas Ltd., Mumbai | Nov. 95 | — | — | 97.91 | 35.04 | 46.54 | 179.49 |
| 6. | Heavy Engineering Corpn., Ranchi | Aug-96 | 252.00 | 190.65 | 272.10 | 99.41 | 253.00 | 876.51 |
| 7. | Scooters India Ltd., Lucknow | Sep-96 | 22.45 | 17.13 | 593.59 | 27.22 | 18.54 | 661.80 |
| 8. | Reyroll Burn Ltd. | Sep-96 | 4.13 | 3.95 | 0.21 | 2.15 | 4.43 | 10.92 |
| 9. | Jessop & Co. Ltd., Calcutta | Sep-97 | 43.00 | 43.00 | 119.98 | 21.11 | 70.68 | 254.77 |
| 10. | Instrumentation Ltd., Kota | Mar-99 | 66.00 | 62.00 | 17.00 | 25.98 | 25.00 | 133.98 |
| 11. | Burn Standard Co. Ltd., Calcutta | Apr-99 | 150.00 | 134.49 | 329/. 64 | 135.72 | 65.00 | 680.36 |
| 12. | National Instruments Ltd., Calcutta | Nov-99 | 21.00 | 17.96 | — | — | — | 21.00 |
| | Total | | 636.50 | 547.10 | 1615.96 | 446.85 | 625.24 | 3324.55 |